

ALARION FINANCIAL SERVICES, INC.

	CPP Disbursement Date 01/23/2009	RSSD (Holding Company) 3382891	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2012 \$ millions	2013 \$ millions	%chg from prev	
Assets	\$278	\$279	0.5%	
Loans	\$206	\$210	2.2%	
<i>Construction & development</i>	\$21	\$22	7.8%	
<i>Closed-end 1-4 family residential</i>	\$68	\$72	5.9%	
<i>Home equity</i>	\$10	\$8	-15.6%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$2	\$2	32.8%	
<i>Commercial & Industrial</i>	\$20	\$20	-2.0%	
<i>Commercial real estate</i>	\$67	\$75	11.5%	
Unused commitments	\$20	\$22	9.9%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$34	\$31	-9.8%	
Asset-backed securities	\$0	\$0		
Other securities	\$12	\$12	0.1%	
Cash & balances due	\$4	\$6	38.9%	
Residential mortgage originations				
<i>Closed-end mortgage originated for sale (quarter)</i>	\$32	\$26	-19.2%	
<i>Open-end HELOC originated for sale (quarter)</i>	\$0	\$0		
<i>Closed-end mortgage originations sold (quarter)</i>	\$28	\$24	-14.3%	
<i>Open-end HELOC originations sold (quarter)</i>	\$0	\$0		
Liabilities	\$254	\$256	0.7%	
Deposits	\$238	\$230	-3.4%	
Total other borrowings	\$15	\$24	66.0%	
FHLB advances	\$13	\$20	50.0%	
Equity				
Equity capital at quarter end	\$24	\$23	-1.4%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	7.1%	7.8%	--	
Tier 1 risk based capital ratio	9.6%	10.2%	--	
Total risk based capital ratio	10.9%	11.5%	--	
Return on equity ¹	1.1%	3.6%	--	
Return on assets ¹	0.1%	0.3%	--	
Net interest margin ¹	3.5%	3.4%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	307.9%	825.7%	--	
Loss provision to net charge-offs (qtr)	74.1%	0.0%	--	
Net charge-offs to average loans and leases ¹	0.7%	0.9%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2012	2013	2012	2013
<i>Construction & development</i>	3.5%	1.3%	0.3%	0.0%
<i>Closed-end 1-4 family residential</i>	0.4%	0.1%	0.2%	0.3%
<i>Home equity</i>	0.0%	0.0%	0.4%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	4.0%	0.0%	0.0%	3.6%
<i>Commercial & Industrial</i>	1.2%	0.0%	0.1%	0.4%
<i>Commercial real estate</i>	0.3%	0.1%	0.2%	0.2%
<i>Total loans</i>	0.7%	0.2%	0.2%	0.3%